

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application of ) Application No. C-1144  
Allnet Communications Services, Inc. )  
of Bingham Farms, Michigan seeking )  
authority to incur certain debt ) GRANTED  
obligations in connection with a )  
credit facility agreement. ) Entered: February 7, 1995

PRELIMINARY MATTERS

Allnet Communications Services, Inc. (Allnet) filed an application with the Commission on January 3, 1995. The company seeks authority to incur certain debt obligations in connection with a credit facility agreement. Notice of the application appeared in the Omaha Daily Record, January 4, 1995. No protests to the application were received; therefore we will proceed pursuant to the Commission's Rule of Modified Procedure.

BY THE COMMISSION

O P I N I O N   A N D   F I N D I N G S

Upon consideration of the application, the governing statutes and rules and being fully informed, the Commission is of the opinion and finds:

Allnet was granted a Certificate of Public Convenience and Necessity in Nebraska on August 1, 1989. Since certification, no formal complaints have been filed at the Commission against the company.

Allnet presently offers intrastate services throughout Nebraska over facilities leased from other carriers. Nationwide, the company completes in excess of 800 million long distance calls for over 150,000 customers annually.

The applicant is seeking permission to enter into a \$100,000,000 five-year reducing, revolving credit facility, with up to a \$5,000,000 sublimit for the issuance of standby letters of credit. The purpose of the credit facility is to pay closing costs, finance capital expenditures, finance permitted investments and acquisitions, provide working capital and for general corporate purposes.

Allnet is profitable at this time and has total assets in excess of \$270 million. In 1993, Allnet reported net income of over \$45 million. Further, the applicant has reported net income of \$47 million for the first nine months of 1994.

Based on the application and the exhibits, Allnet Communications Services, Inc. has provided the requisite

Application No. C-1144

PAGE TWO

information, possesses adequate financial resources and is able to incur debt obligations in the amount described. The application is fair and reasonable, is in the public interest, and should be granted.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-1144 be, and it is hereby, granted and Allnet Communications Services, Inc. of Bingham, Michigan is hereby authorized to incur certain debt obligations in connection with a credit facility agreement.

MADE AND ENTERED at Lincoln, Nebraska this 7th day of February, 1995.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

*Rod Johnson*

//s//Rod Johnson

//s//Frank E. Landis

//s//James F. Munnelly

//s//Daniel G. Urwiller

*Daniel G. Urwiller*  
Chairman

ATTEST:

*Robert R. Logsdon*  
Executive Director